

Water and Sewer Operating Fund
For the period ended April 30, 2004
(amounts expressed in thousands)

		FY2004				
	FY2003 CAFR	Adopted Budget	Current Budget	YTD	Controller's Projection	F&A Projection
Operating Revenues						
Water Sales	\$ 267,125	\$ 275,057	\$ 275,057	\$ 221,313	\$ 269,057	\$ 269,057
Sewer Sales	264,159	272,618	272,618	214,839	265,618	265,618
Penalties	4,036	3,741	3,741	3,555	3,741	3,741
Other	3,997	2,758	2,758	3,781	4,128	4,128
Total Operating Revenues	<u>539,317</u>	<u>554,174</u>	<u>554,174</u>	<u>443,488</u>	<u>542,544</u>	<u>542,544</u>
Operating Expenses						
Personnel	112,510	116,360	116,360	96,462	119,300	119,300
Supplies	21,824	24,508	24,508	19,973	25,000	25,000
Service Contracts & Utilities	113,563	124,091	124,091	84,100	121,000	121,000
Uncollectibles	0	1,000	1,000	0	1,000	1,000
Total Operating Expenses	<u>247,897</u>	<u>265,959</u>	<u>265,959</u>	<u>200,535</u>	<u>266,300</u>	<u>266,300</u>
Operating Income (Loss)	<u>291,420</u>	<u>288,215</u>	<u>288,215</u>	<u>242,953</u>	<u>276,244</u>	<u>276,244</u>
Nonoperating Revenues (Expenses)						
Interest Income	20,736	14,653	14,653	11,760	13,200	13,200
Sale of Property, Mains and Scrap	1,048	1,464	1,464	557	599	599
Other	8,790	20,118	20,118	65,438	68,425	68,425
CWA & TRA Contracts (P & I)	(30,934)	(32,701)	(32,701)	(31,454)	(31,576)	(31,576)
Total Nonoperating Rev (Exp)	<u>(360)</u>	<u>3,534</u>	<u>3,534</u>	<u>46,301</u>	<u>50,648</u>	<u>50,648</u>
Income (Loss) Before Operating Transfers	<u>291,060</u>	<u>291,749</u>	<u>291,749</u>	<u>289,254</u>	<u>326,892</u>	<u>326,892</u>
Operating Transfers						
Debt Service Principal	50,335	67,488	67,488	54,700	67,488	67,488
Debt Service Interest	155,344	150,854	150,854	139,856	171,291	171,291
Discretionary Debt	23,811	30,021	30,021	29,572	30,021	30,021
Equipment Acquisition	14,976	16,688	16,688	8,145	8,145	8,145
Renewal and Replacement*	0	26,698	26,698	0	0	0
Transfer to General Fund	0	0	0	0	4,100	4,100
Transfer to Combined Utility System	# 0	0	0	0	35,747	35,747
Accumulated Unexpended (ALP)	10,000	0	0	0	0	0
Transfer to Stormwater	25,462	0	0	0	10,100	10,100
Total Operating Transfers	<u>279,928</u>	<u>291,749</u>	<u>291,749</u>	<u>232,273</u>	<u>326,892</u>	<u>326,892</u>
Net Current Activity						
Operating Fund Only	\$ <u>11,132</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>56,981</u>	\$ <u>0</u>	\$ <u>0</u>

*Please refer to Page 32 for the current status of the Renewal and Replacement Fund No. 751.

About the Fund:

Public Utilities - Water and Sewer is an enterprise fund which accounts for operation of the City's water and wastewater facilities. The fund provides for the operation of the City's treated and untreated water, as well as, receive and process wastewater generated in a service area that includes the City, certain municipalities and unincorporated communities in the Houston metropolitan area. Some of the City's largest customers are other cities and water authorities which supply water to their own customers.